Form (2)

Sr, No. 491-A
Date 22-6-17

THE REPUBLIC OF THE UNION OF MYANMAR

The Myanmar Investment Commission

PERMIT

Permit No. 1304 /2017 Date 22 June 2017

This Permit is issued by the Myanmar Investment Commission according to the section 13 (b) of the Republic of the Union of Myanmar Foreign Investment Law-

(a) Name of Investor/Promoter DAW KHINE LIN

(b) Citizenship MYANMAR

(c) Address NO. 24, MAY LI KHA STREET, WARD NO. 7, MAYANGONE TOWNSHIP, YANGON

(d) Name and Address of Principal Organization -

(e) Place of incorporation -

(f) Type of Investment Business SOWING, PRODUCTION AND MARKETING OF COFFEE BEAN (ARABICA) AND VEGETABLE SEEDS

(g) Place(s) at which investment is permitted HOLDING NO. 131-ZA, KWIN NO.689, THET-KAN CHAI VILLAGE TRACT, PYIN OO LWIN TOWNSHIP, PYIN OO LWIN DISTRICT, MANDALAY REGION

(h) Amount of Foreign Capital US$ 0.80 MILLION

(i) Period for Foreign Capital brought in WITHIN (1) YEAR FROM THE DATE OF ISSUANCE OF MIC PERMIT

(j) Total Amount of Capital (Kyat) EQUIVALENT IN KYAT OF US$ 1.00 MILLION (INCLUDING US$ 0.80 MILLION)

(k) Construction period 6 MONTHS

(l) Validity of Investment Permit 30 YEARS

(m) Form of Investment JOINT VENTURE

(n) Name of Company Incorporated in Myanmar G A C (MYANMAR) LIMITED

22.6.17

Chairman

The Myanmar Investment Commission

ပြည်ထောင်စုသမ္မတမြန်မာနိုင်ငံတော်
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်

ခွင့်ပြုမိန့်

ခွင့်ပြုမိန့်အမှတ် ၁၃၀၄/၂၀၁၇ ၂၀၁၇ ခုနှစ် ဇွန်လ ၂၂ ရက်

ပြည်ထောင်စုသမ္မတ မြန်မာနိုင်ငံတော် နိုင်ငံခြား ရင်းနှီးမြှုပ်နှံမှု ဥပဒေပုဒ်မ ၁၃၊ ပုဒ်မခွဲ(ခ)အရ ဤခွင့်ပြုမိန့်ကို မြန်မာနိုင်ငံ ရင်းနှီးမြှုပ်နှံမှု ကော်မရှင်က ထုတ်ပေးလိုက်သည်-

(က) ရင်းနှီးမြှုပ်နှံသူ/ကမကထပြုသူ၏အမည် ဒေါ်ခိုင်လင်း

(ခ) နိုင်ငံသား မြန်မာ

(ဂ) နေရပ်လိပ်စာ အမှတ်-၂၄၊ မေလိခလမ်း၊ အမှတ်-၇ ရပ်ကွက်၊ မရမ်းကုန်းမြို့နယ်၊ ရန်ကုန်မြို့

(ဃ) ပင်မအဖွဲ့အစည်းအမည်နှင့်လိပ်စာ -

(င) ဖွဲ့စည်းရာအရပ် -

(စ) ရင်းနှီးမြှုပ်နှံသည့်လုပ်ငန်းအမျိုးအစား အာရေဗီကားကော်ဖီစေ့နှင့် ဟင်းသီးဟင်းရွက် မျိုးစေ့များ စိုက်ပျိုး ထုတ်လုပ် ရောင်းချခြင်းလုပ်ငန်း

(ဆ) ရင်းနှီးမြှုပ်နှံသည့်အရပ်ဒေသ(များ) ဦးပိုင်အမှတ် ၁၃၁-ဇ၊ ကွင်းအမှတ်-၆၈၉၊ သက္ကံ-ချိုင်းကျေးရွာအုပ်စု၊ ပြင်ဦးလွင်မြို့နယ်၊ ပြင်ဦးလွင်ခရိုင်၊ မန္တလေးတိုင်းဒေသကြီး

(ဇ) နိုင်ငံခြားမတည်ငွေရင်းပမာဏ အမေရိကန်ဒေါ်လာ ၀.၈၀ သန်း

(ဈ) နိုင်ငံခြားမတည်ငွေရင်းယူဆောင်လာရမည့်ကာလ ကော်မရှင်ခွင့်ပြုမိန့်ရရှိသည့်နေ့မှ ၁ နှစ်အတွင်း

(ည) စုစုပေါင်းမတည်ငွေရင်းပမာဏ(ကျပ်) အမေရိကန်ဒေါ်လာ ၁.၀၀ သန်းနှင့် ညီမျှသော မြန်မာကျပ်ငွေ (အမေရိကန်ဒေါ်လာ ၀.၈၀ သန်း အပါအဝင်)

(ဋ) တည်ဆောက်မှုကာလ ၆ လ

(ဌ) ရင်းနှီးမြှုပ်နှံမှုခွင့်ပြုသည့် သက်တမ်း ၃၀ နှစ်

(ဍ) ရင်းနှီးမြှုပ်နှံမှုပုံစံ ဖက်စပ်နိုင်ငံခြားရင်းနှီးမြှုပ်နှံမှု

(ဎ) မြန်မာနိုင်ငံတွင် ဖွဲ့စည်းမည့် ကုမ္ပဏီအမည် G A C (MYANMAR) LIMITED

22-6-17

ဥက္ကဋ္ဌ
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်

THE REPUBLIC OF THE UNION OF MYANMAR
MYANMAR INVESTMENT COMMISSION

No.(1), Thitsar Road, Yankin Township, Yangon
Tel: 01-658127
Fax: 01-658136

Our ref : MIC-2/ FI-156/ 2017(491-A)
Date : 22nd June 2017

Subject : Decision of the Myanmar Investment Commission on the Proposal for "Sowing, Production and Marketing of Coffee Bean (Arabica) and Vegetable Seeds" under the name of GAC (Myanmar) Limited

Reference: GAC (Myanmar) Limited Letter dated (11-10-2016)

1. The Myanmar Investment Commission, at its meeting (8 /2017) held on (19-5-2017) had approved the proposal for investment in "Sowing, Production and Marketing of Coffee Bean (Arabica) and Vegetable Seeds" under the name of "GAC (Myanmar) Limited" submitted as a joint venture between Mr. Berry Chang (80%) from Taiwan, Daw Khine Lin(10%) and Daw Ohnmar Hein (10%) from the Republic of the Union of Myanmar.

2. Hence, the "Permit" is herewith issued in accordance with Chapter VII, section 13(b) of the Foreign Investment Law and Chapter VIII, Rule 49 of the Foreign Investment Rules relating to the Foreign Investment Law. Terms and Conditions to the "Permit" are stated in the following paragraphs.

3. The permitted duration of the project shall be 30 (thirty) years commencing from the date of issuance of Myanmar Investment Commission's permit. The term of the Lease shall be initial 30 (thirty) years commencing from the date of signing of the Land Lease Agreement between Daw Ohnmar Hein (Lessor) and GAC (Myanmar) Limited (Lessee) and extendable for 10 (ten) years in two times by mutual agreement between the Lessor and the Lessee subject to the approval of Myanmar Investment Commission. On the expiry of the Lease Agreement, GAC (Myanmar) Limited shall transfer the leased land to the Lessor in good condition.

4. The annual rent for the land shall be US$ 4000 (United States Dollar four thousand) of the land measuring 46.86 acres (189635.86 square meters). The rental

fees of US$ 4,000 for one year shall be contributed as equity of Daw Ohnmar Hein. The rate of the rent shall be increased not more than 15% per annum of the previous rate with mutual agreement between the Lessor and the Lessee .

5. In issuing this "Permit", being applied within the time frame of the Notification No. 123/2016 (16-11-2016) issued by the Myanmar Investment Commission, the Commission has granted the following exemptions and reliefs as per Chapter XII, section 27(a), (h),(i) and (k) of Foreign Investment Law. Other exemptions and reliefs under section 27 shall have to be applied upon the actual performance of the project:-

(a) As per section-27(a), income tax exemption for a period of five consecutive years including the year of commencement on commercial operation;

(b) As per section-27(h), exemption or relief from customs duty or other internal taxes or both on machinery, equipment, instrument, machinery components, spare parts and materials used in the business which are imported as they are actually required for use during period of construction of business;

(c) As per section-27(i), exemption or relief from customs duty or other internal taxes or both on raw materials imported for production for the first three-year after the completion of construction of business;

(d) As per section 27(k), exemption or relief from commercial tax on the goods produced for export;

6. GAC (Myanmar) Limited shall have to sign the Land Lease Agreement with Daw Ohnmar Hein. Mr. Berry Chang shall have to sign the Joint Venture Agreement with Daw Khine Lin and Daw Ohnmar Hein. After signing such Agreements, (5) copies of each shall have to be forwarded to the Commission.

7. GAC (Myanmar) Limited in consultation with the Company Division, Directorate of Investment and Company Administration shall have to be

registered. After registration, (5) copies each of Certificate of Incorporation and Memorandum of Association and Articles of Association shall have to be forwarded to the Commission.

8. GAC (Myanmar) Limited shall use its best efforts for timely realization of works stated in the Proposal. If none of such works has been commenced within one year from the date of issuance of this "Permit" it shall become null and void.

9. GAC (Myanmar) Limited has to abide by Chapter X, Rule 58 and 59 of the Foreign Investment Rules for construction period.

10. As per Chapter X, Rule 61 of the Foreign Investment Rules, extension of construction period shall not be granted more than twice except it is due to unavoidable events such as natural disasters, instabilities, riots, strikes, emergency of State condition, insurgency and outbreak of wars.

11. As per Chapter X, Rule 63 of the Foreign Investment Rules, if GAC (Myanmar) Limited cannot construct completely in time the construction period or extension period, the Commission will have to withdraw the permit issued to the investor and there is no refund for the expenses of the project.

12. The investor or promoter shall apply the commencement date of commercial operation with Form (11) for their production business and report to the Commission in accordance with Foreign Investment Rule 97.

13. GAC (Myanmar) Limited shall endeavour to meet the targets for production stated in the proposal as the minimum target.

14. The Commission approves periodical appointments of foreign experts and technicians from abroad as per proposal and also in accordance with Chapter XI, section 24 and section 25 of the Foreign Investment Law and the GAC (Myanmar) Limited has to follow the existing Labour Laws for the recruitment of staff and labour in accordance with Chapter XIII, Rule 84 of the Foreign Investment Rules.

15. In order to evaluate foreign capital and for the purpose of its registration in accordance with the provisions under Chapter XV, section 37 of the Foreign Investment Law, it is compulsory to report as early as possible in the following manner:

(a) the amount of foreign currency brought into Myanmar, attached with the necessary documents issued by the respective bank where the account is opened and defined under Chapter XVI, Rules 134 and 135 of the Foreign Investment Rules;

(b) the detailed lists of the type and value of foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency.

16. GAC (Myanmar) Limited brings in foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency in the manner of paragraph 15(b) mentioned above, the Inspection Certificate endorsed and issued by an internationally recognized Inspection Firm with regard to quantity, quality and price of imported materials shall have to be attached.

17. GAC (Myanmar) Limited has the right to make account transfer and expend the foreign currency from its bank account in accordance with Chapter XVI, Rule 136 of the Foreign Investment Rules and for transfer of local currency generated from the business to the local currency account opened at the bank by a citizen or a citizen-owned business in the State and right to transfer back the equivalent amount of foreign currency from the foreign currency bank account of citizen or citizen-owned business by submitting the sufficient document in accordance with Chapter XVII, Rule 145 of the Foreign Investment Rules.

18. GAC (Myanmar) Limited shall report to the Commission for any alteration in the physical and financial plan of the project. Cost overrun, over and above the investment amount pledged in both local and foreign currency shall have to be reported as early as possible.

19. GAC (Myanmar) Limited shall be responsible for the preservation of the environment at and around the area of the project site. In addition to this, it shall carry out as per instructions made by Ministry of Natural Resources and Environmental Conservation in which to conduct an Environmental Management Plan (EMP) which describe the measure to be taken for preventing, mitigation

and monitoring significant environmental impacts resulting from the implementation and operation of proposed project or business or activity has to be prepared and submitted and to perform activities in accordance with this EMP and be abided by the environmental policy, Environmental Conservation Law and other environmental related rules and procedures.

20. GAC (Myanmar) Limited shall have to follow the Seed Law, rules, regulation and procedures of Department of Agriculture, Ministry of Agriculture, Livestock and Irrigation.

21. After getting permit from Myanmar Investment Commission, GAC (Myanmar) Limited shall have to be registered at the Directorate of Industrial Supervision and Inspection.

22. GAC (Myanmar) Limited shall have to abide by the Fire Services Department's rules, regulations, directives and instructions. Moreover, fire prevention measures shall have to undertake such as water storage tank, fire extinguishers and provide training to use the fire fighting equipments.

23. Payment of principal and interest of the loan (if any) as well as payment for import of raw materials and spare parts etc., shall be made out of the local sale or from export earnings of GAC (Myanmar) Limited .

24. GAC (Myanmar) Limited in consultation with Myanma Insurance, shall effect such types of insurance defined under Chapter XII, Rule 79 and 80 of the Foreign Investment Rules.

(Kyaw Win)
Chairman

Managing Director
GAC (Myanmar) Limited

cc: 1. Office of the Government of the Republic of the Union of Myanmar
2. Ministry of Home Affairs

3. Ministry of Agriculture, Livestock and Irrigation
4. Ministry of Natural Resources and Environmental Conservation
5. Ministry of Labour, Immigration and Population
6. Ministry of Industry
7. Ministry of Commerce
8. Ministry of Planning and Finance
9. Office of the Mandalay Region Government
10. Director General, Department of Agriculture
11. Director General, Department of Environmental Conservation
12. Director General, Department of Labour
13. Director General, Department of Immigration
14. Director General, Department of Trade
15. Director General, Customs Department
16. Director General, Internal Revenue Department
17. Director General, Directorate of Investment and Company Administration
18. Director General, National Archives Department